

Gold Intersections in Unexplored Region at Hedland Project

Shaw River Resources ("Shaw River") is very pleased to announce the first round of results from its 4000m RC drilling program currently underway at its Hedland project (100% Shaw River), located 50km east of Port Hedland.

Summary

- The Hedland Project comprises 14kms of the north eastern end of the Tabba Tabba Greenstone Belt near Port Hedland.
- This section of the belt has never been drilled, despite the occurrence of gold and base metal mineralisation on structures along strike to the south east at Indee (gold), Wingina Well (gold) and Orchard tank (base metals).
- The Hedland Project occupies a unique position due to the intersection of two major crustal shear zones.
- Shaw River has received gold assays from the first RC holes drilled at Hedland. Best results included:
 - **1m at 6.65 g/t gold from 36m in STRC013**
 - **2m at 1.15 g/t gold from 47m in STRC006**
 - **8m at 0.69 g/t gold from 130m including 3m @ 1.54g/t gold from 133m in SCRC012**
- RC Drilling is continuing at the Hedland Project for the next month.

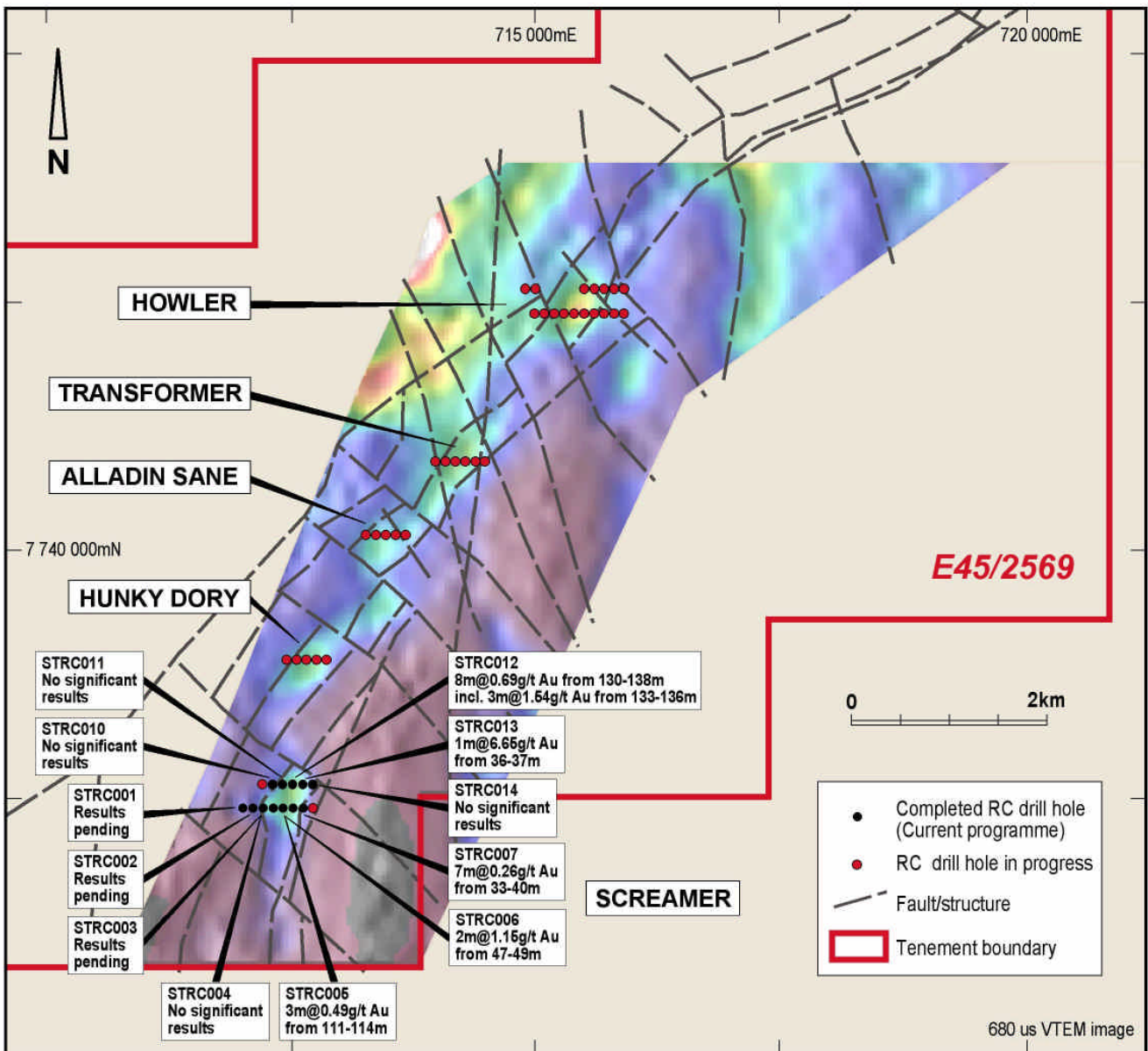
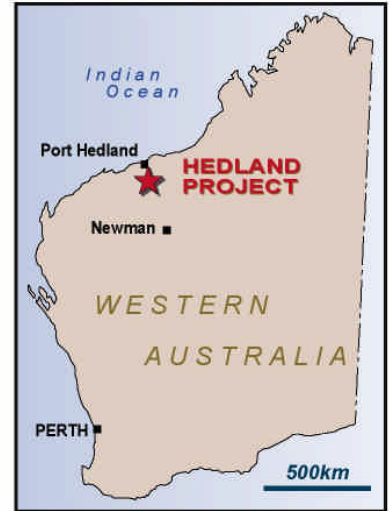
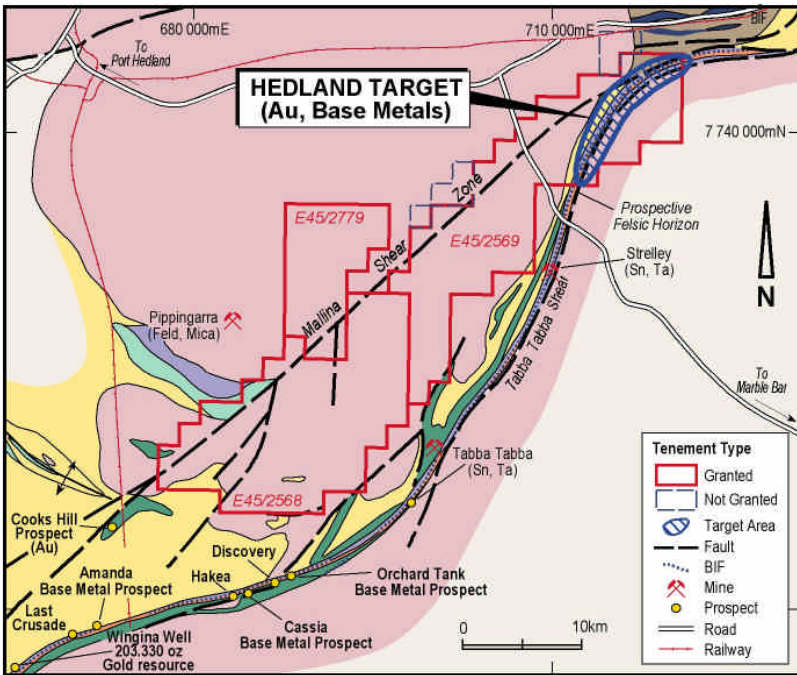
"These first results are very exciting. The Hedland Project has a great geological address and our confidence of locating economic mineralisation has been further boosted by these early results. To intersect significant gold grades with the first RC drillholes just two months into the exploration of an area that has undergone no previous work is significant," commented Vincent Algar, Shaw River's Managing Director.

Information to date indicates that gold mineralisation appears to be related to NW trending structural offsets along the crustal scale Tabba Tabba Shear zone with an anomalous arsenic-barium-sulphur signature. Lab results indicate the possible presence of coarse gold in the drill samples. Drilling is yet to test the important intersection of the major Tabba Tabba and Mallina Shear Zones, as well as other VTEM targets which indicate similarities with base metal systems occurring along strike to the south west.

At least ten interpreted structural zones have been identified which warrant testing. Significant amounts of hydrothermal alteration have been noted by our geologists.

The next four weeks of RC drilling will yield further information on the controls on the mineralized system, and guide Shaw River in the further evaluation of what is fast becoming a very exciting project.

For further details, contact Mr Vincent Algar, Managing Director, on (08) 9226 4455



Hole ID	East	North	Hole Depth	Azimuth	Dip	m from	m to	Au(g/t)	Au rpt1 (g/t)	Au rpt2 (g/t)
STRC013	712650	7737500	63	90	50	36	37	6.65	8.75	7.92
STRC012	712550	7737500	147	90	50	130	138	0.69		
STRC012	712550	7737500	147	90	50	133	136	1.54		
STRC007	712650	7737250	140	90	51	33	40	0.26		
STRC006	712550	7737250	120	90	50	47	49	1.15		
STRC005	712450	7737250	150	90	49	111	114	0.49		

Table 1. Significant Intersections RC drilling program. Sample digest Aqua Regia. Analysis by ICP.

The information in this report to which this statement is attached that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Vincent Algar and Mr Glenn Martin who are Members of the Australasian Institute of Mining and Metallurgy. Vincent Algar and Glenn Martin are full-time employees of the Company. Vincent Algar and Glenn Martin have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Vincent Algar and Glenn Martin consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.